

**UNITED STATES BANKRUPTCY COURT  
NORTHERN DISTRICT OF ILLINOIS  
EASTERN DIVISION**

IN RE: ) Chapter 11  
 ) Judge Eugene R. Wedoff  
DURACO PRODUCTS, INC., ) Case No. 08 B 31353  
 )  
Debtor. )

**AMENDED EIGHTEENTH AND FINAL ORDER EXTENDING PRIOR  
INTERIM ORDERS AUTHORIZING DEBTOR TO (I) USE CASH  
COLLATERAL, (II) BORROW MONEY, (III) GRANT SECURITY INTERESTS,  
(IV) ACCORD PRIORITY STATUS AND (V) OBTAIN RELATED RELIEF**

This matter coming to be heard for continued hearing on the Debtor's motion for authority to use cash collateral, borrow money, grant security interests, accord priority status and obtain related relief (the "Motion"); the Court having previously entered an Interim Order granting the Motion and Authorizing Debtor To (i) Use Cash Collateral, (ii) Borrow Money, (iii) Grant Security Interests, (iv) Accord Priority Status And (v) Obtain Related Relief ("First Order") on November 26, 2008, and the Court having subsequently entered a Second Interim Order Authorizing Debtor To (i) Use Cash Collateral, (ii) Borrow Money, (iii) Grant Security Interests, (iv) Accord Priority Status And (v) Obtain Related Relief ("Second Order") which expired on January 28, 2009; the Debtor and the Committee of Unsecured Creditors having previously waived claims against Franklin Capital Corporation, as described in the Second Order; the parties having asked the Court to continue the Second Order and the Final Hearing for a further date; the Second Order having been extended from time to time and modified by subsequent Interim Orders; and, and the Court being otherwise fully advised in the premises;

IT IS HEREBY ORDERED, STIPULATED AND AGREED THAT:

1. The Second Order, as extended previously and modified by subsequent Interim Orders, is continued, and shall remain in effect, and each of the Debtor, Kevin Lynch and Michael Lynch shall continue to Comply with the First Order and the Second Order and the extensions of each such Order, and the budget attached hereto as Exhibit A
2. The Second Order as modified by all subsequent Interim Orders and extended by this Order, shall remain in effect and full force and effect and are extended and shall, with the Debtor's ability to use cash collateral, expire on November 6, 2009 without further order of Court.
3. The Final Hearing on the Motion is concluded and this is a final order.

RETROACTIVE  
TO 11/5/09 (SAT)

CONSENT AS TO FORM AND SUBSTANCE OF THIS ORDER

DURACO PRODUCTS, INC.

KEVIN LYNCH

MICHAEL LYNCH

By: 

Its: PRESIDENT

ENTERED:

  
United States Bankruptcy Judge

11/6/09

Order Prepared by:

Scott N. Schreiber (ARDC #6191042)  
Shelly A. DeRousse (ARDC #6274798)  
Stahl Cowen Crowley Addis LLC  
55 W. Monroe St.  
Suite 1200  
Chicago, IL 60603  
312-641-0060 (phone)  
312-423-8189 (direct fax)

	Week Of <u>11/1/2009</u>	Week Of <u>10/8/2009</u>	2 Weeks Ended <u>10/17/2009</u>
Net Proprietary Forecasted Sales (i)	85,000.00	145,000.00	\$230,000
Intercompany Sales	0.00	0.00	\$0
Receivable Line of Credit	85,000.00	145,000.00	\$230,000
Less:	59,500.00	101,500.00	\$161,000
Freight	6,375.00	10,875.00	\$17,250
Franklin - Estimated Accrued Fees (ii)	6,800.00	11,600.00	\$18,400
	13,175.00	22,475.00	\$35,650
Net Proprietary Sales	46,325.00	79,025.00	\$125,350
Net Funds Available	46,325.00	79,025.00	\$125,350
Cost of Sales Proprietary			
Raw Material			
(i) Resin	0.00	28,500.00	\$28,500
(ii) Colorant	0.00	0.00	\$0
(iii) Corrugated	0.00	0.00	\$0
Direct Labor	22,000.00	18,500.00	\$40,500
Indirect & Supervisory	10,000.00	0.00	\$10,000
Phone/ DSL	0.00	0.00	\$0
Utilities			
(i) ComEd	0.00	0.00	\$0
(ii) Nicor	0.00	0.00	\$0
Rent / Real Estate Tax Escrow	0.00	0.00	\$0
Equipment Lease	0.00	0.00	\$0
Insurance			
(i) Health Insurance (BCBS)	5,000.00	5,000.00	\$10,000
(ii) Workman's Comp / GL	0.00	6,500.00	\$6,500
Outside Purchases & Services	0.00	0.00	\$0
Other Manufacturing costs	0.00	0.00	\$0

Exhibit A

Cost of Sales Proprietary (iii)	37,000.00	58,500.00	\$95,500
Net Profit	9,325.00	20,525.00	\$29,850
Less:			
US Trustees Office	0.00	3,875.00	\$3,875
Arnstein & Lehr LLP	0.00	0.00	\$0
Stahl Cowen	0.00	0.00	\$0
Querrey & Harold, Ltd	0.00	0.00	\$0
	0.00	3,875.00	\$3,875
	9,325.00	16,650.00	\$25,975

(i) Net Proprietary Forecasted Sales are stronger than historical sales (CY 2008) due to existing back orders and new house account's

(ii) Franklin estimates the Franklin Estimated Accrued Fees to be an approximate 8%. The above Franklin Estimated Accrued Fees are strictly an estimate and the above amount is not a true reflection on weekly cash flow

(iii) Cost of Sales Proprietary reflects significant cost reductions implemented by the debtor.